

SCHEDULE OF INVESTMENTS & CERTIFICATES OF DEPOSIT

June 30, 2004
(in Thousands)

REPURCHASE AGREEMENTS

(12.0% of Total Portfolio)

Principal	Dealer	Date of Maturity	Yield Percentage	Description of Collateral	Amortized Cost
Repurchase Agreements					
\$ 100,000	Merrill Lynch Markets, Inc.	7/01/04	1.5500	U.S. Mortgage-Backed Securities	\$ 100,000
350,000	Banc of America Securities LLC	7/01/04	1.5000	U.S. Mortgage-Backed Securities	350,000
185,000	Lehman Brothers, Inc.	7/01/04	1.4500	U.S. Mortgage-Backed Securities	185,000
48,906	Lehman Brothers, Inc.	7/01/04	1.4500	U.S. Mortgage-Backed Securities	48,906
<u>683,906</u>	Total Repurchase Agreements				<u>683,906</u>

(Continued)

U.S. TREASURY SECURITIES

(6.2% of Total Portfolio)

Principal	Issuer	Date of Maturity	Yield Percentage	Amortized Cost
U.S. Treasury Bills				
50,000	U.S. Treasury	9/09/04	0.9828	49,906
50,000	U.S. Treasury	9/16/04	0.9996	49,895
100,000	Total U.S. Treasury Bills			99,801
U.S. Treasury Notes				
25,000	U.S. Treasury	9/30/04	1.1022	25,048
25,000	U.S. Treasury	9/30/04	1.0979	25,048
25,000	U.S. Treasury	10/31/04	1.1030	25,084
25,000	U.S. Treasury	10/31/04	1.1564	25,080
25,000	U.S. Treasury	3/31/05	1.3009	25,060
25,000	U.S. Treasury	4/30/05	1.3375	25,059
25,000	U.S. Treasury	4/30/05	1.3752	25,051
25,000	U.S. Treasury	4/30/05	1.4097	25,044
25,000	U.S. Treasury	5/15/05	1.4308	26,092
25,000	U.S. Treasury	6/30/05	2.0062	24,784
250,000	Total U.S. Treasury Notes			251,350
350,000	Total U.S. Treasury Securities			351,151

(Continued)

SCHEDULE OF INVESTMENTS & CERTIFICATES OF DEPOSIT

June 30, 2004
(in Thousands)

U.S. AGENCY SECURITIES (66.1% of Total Portfolio)

Principal	Issuer	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Discount Notes				
50,000	Federal National Mortgage Assoc.	7/01/04	1.0195	50,000
20,000	Federal National Mortgage Assoc.	7/01/04	1.0185	20,000
10,000	Federal National Mortgage Assoc.	7/01/04	1.0283	10,000
100,000	Federal National Mortgage Assoc.	7/01/04	1.0072	100,000
75,000	Federal Home Loan Bank	7/02/04	1.0133	74,998
50,000	Federal Home Loan Bank	7/02/04	1.0327	49,999
50,000	Federal Home Loan Bank	7/02/04	1.0276	49,999
50,000	Federal Home Loan Mortgage Corp.	7/06/04	1.1194	49,992
100,000	Federal Home Loan Mortgage Corp.	7/06/04	1.0633	99,985
50,000	Federal National Mortgage Assoc.	7/07/04	1.0599	49,991
100,000	Federal National Mortgage Assoc.	7/07/04	1.0393	99,983
20,000	Federal National Mortgage Assoc.	7/07/04	1.0494	19,997
20,000	Federal National Mortgage Assoc.	7/07/04	1.0236	19,997
20,000	Federal National Mortgage Assoc.	7/07/04	1.0386	19,997
15,000	Federal National Mortgage Assoc.	7/07/04	1.0284	14,997
50,000	Federal Home Loan Bank	7/07/04	1.0633	49,991
50,000	Federal National Mortgage Assoc.	7/08/04	1.0684	49,990
70,000	Federal Home Loan Mortgage Corp.	7/09/04	1.0493	69,984
100,000	Federal Home Loan Bank	7/09/04	1.0335	99,977
50,000	Federal National Mortgage Assoc.	7/09/04	1.1293	49,988
100,000	Federal Home Loan Mortgage Corp.	7/13/04	1.0627	99,965
15,000	Federal Home Loan Bank	7/14/04	1.0619	14,994
50,000	Federal National Mortgage Assoc.	7/14/04	1.0499	49,981
50,000	Federal National Mortgage Assoc.	7/14/04	1.0550	49,981
100,000	Federal National Mortgage Assoc.	7/15/04	1.0198	99,961
75,000	Federal Home Loan Bank	7/16/04	1.0642	74,967
100,000	Federal Home Loan Bank	7/16/04	1.0641	99,956
75,000	Federal National Mortgage Assoc.	7/21/04	1.0601	74,957
100,000	Federal Home Loan Mortgage Corp.	7/26/04	1.0695	99,927
50,000	Federal Home Loan Mortgage Corp.	7/27/04	1.0834	49,962
75,000	Federal National Mortgage Assoc.	7/28/04	1.0501	74,942
50,000	Federal National Mortgage Assoc.	7/28/04	1.2721	49,953
75,000	Federal National Mortgage Assoc.	8/06/04	1.0831	74,920
40,000	Federal National Mortgage Assoc.	8/06/04	1.0658	39,958
100,000	Federal National Mortgage Assoc.	8/09/04	1.0609	99,887

Principal	Issuer	Date of Maturity	Yield Percentage	Amortized Cost
U.S. Agency Discount Notes (Continued)				
50,000	Federal National Mortgage Assoc.	8/10/04	1.3032	49,929
50,000	Federal National Mortgage Assoc.	8/11/04	1.3339	49,925
50,000	Federal National Mortgage Assoc.	8/12/04	1.0712	49,939
50,000	Federal Home Loan Bank	8/13/04	1.0813	49,937
50,000	Federal Home Loan Mortgage Corp.	8/16/04	1.0864	49,932
100,000	Federal Home Loan Mortgage Corp.	8/17/04	1.0731	99,863
100,000	Federal Home Loan Mortgage Corp.	8/17/04	1.0677	99,864
50,000	Federal Home Loan Bank	8/18/04	1.2734	49,917
50,000	Federal National Mortgage Assoc.	8/27/04	1.3145	49,898
50,000	Federal National Mortgage Assoc.	9/01/04	1.0622	49,910
75,000	Federal Home Loan Bank	9/07/04	1.0821	74,850
100,000	Federal National Mortgage Assoc.	9/08/04	1.0526	99,803
100,000	Federal National Mortgage Assoc.	9/08/04	1.0522	99,803
15,000	Federal National Mortgage Assoc.	9/08/04	1.1130	14,969
50,000	Federal National Mortgage Assoc.	9/10/04	1.1336	49,891
25,000	Federal National Mortgage Assoc.	9/10/04	1.1336	24,945
50,000	Federal Home Loan Mortgage Corp.	9/13/04	1.1028	49,889
50,000	Federal National Mortgage Assoc.	9/15/04	1.0526	49,891
50,000	Federal National Mortgage Assoc.	9/15/04	1.0526	49,891
20,000	Federal Home Loan Mortgage Corp.	9/15/04	1.1438	19,953
100,000	Federal Home Loan Mortgage Corp.	9/21/04	1.0577	99,764
25,000	Federal National Mortgage Assoc.	10/06/04	1.1756	24,923
75,000	Federal National Mortgage Assoc.	10/13/04	1.1861	74,749
<u>3,440,000</u>	Total U.S. Agency Discount Notes			<u>3,436,611</u>

U. S. Agency Bullets				
46,900	Federal Home Loan Mortgage Corp.	7/15/04	1.0508	46,935
50,000	Federal Home Loan Mortgage Corp.	7/15/04	1.0583	50,100
10,000	Federal Home Loan Bank	7/20/04	1.0976	10,035
<u>24,459</u>	Federal Home Loan Mortgage Corp.	11/15/04	1.1885	<u>24,646</u>
<u>131,359</u>	Total U.S. Agency Bullets			<u>131,716</u>

Principal	Insuer	Date of Maturity	Yield Percentage	Amortized Cost
U.S. Agency Callables				
20,000	Federal National Mortgage Assoc.	2/18/05	1.3750	20,000
<u>25,000</u>	Federal National Mortgage Assoc.	5/23/05	1.7500	<u>25,000</u>
<u>45,000</u>	Total U.S. Agency Callables			<u>45,000</u>
U.S. Agency Floating Rate Notes				
<u>75,000</u>	Federal National Mortgage Assoc.	5/03/05	1.0175	<u>74,987</u>
<u>75,000</u>	Total U.S. Agency Floating Rate Notes			<u>74,987</u>
U.S. Agency Variable Rate Notes				
25,000	Federal Home Loan Bank	4/19/05	1.1960	24,999
<u>50,000</u>	Federal Home Loan Bank	4/25/05	1.22	<u>50,000</u>
<u>75,000</u>	Total U.S. Agency Variable Rate Notes			<u>74,999</u>
<u>3,766,359</u>	Total U.S. Agency Securities			<u>3,763,313</u>
(Continued)				

SCHEDULE OF INVESTMENTS & CERTIFICATES OF DEPOSIT

June 30, 2004
(in Thousands)

CERTIFICATES OF DEPOSIT (1.9% of Total Portfolio)

Face Amount	Public Depository	Date of Maturity	Yield Percentage	Historical Cost
500	West Coast Bank	7/06/04	1.3000	500
4,500	Asia-Europe-Americas Bank	9/03/04	1.3500	4,500
20,000	Banner Bank	9/03/04	1.3500	20,000
6,000	Charter Bank	9/03/04	1.3500	6,000
5,000	Columbia Trust Bank	9/03/04	1.3500	5,000
25,000	Heritage Savings Bank	9/03/04	1.3500	25,000
4,500	Inland Northwest Bank	9/03/04	1.3500	4,500
3,000	Issaquah Bank	9/03/04	1.3500	3,000
1,000	North County Bank	9/03/04	1.3500	1,000
4,000	Northwest Business Bank	9/03/04	1.3500	4,000
1,000	Prime Pacific Bank N.A.	9/03/04	1.3500	1,000
1,000	Redmond National Bank	9/03/04	1.3500	1,000
2,000	ShoreBank Pacific	9/03/04	1.3500	2,000
1,000	Twin City Bank	9/03/04	1.3500	1,000
3,000	Umpqua Bank	9/03/04	1.3500	3,000
5,000	Viking Community Bank	9/03/04	1.3500	5,000
5,000	West Coast Bank	9/03/04	1.3500	5,000
2,700	Westside Community Bank	9/03/04	1.3500	2,700
800	Westside Community Bank	9/03/04	1.3500	800
10,000	City Bank	9/20/04	1.3500	10,000
<u>105,000</u>	Total Certificates of Deposit			<u>105,000</u>

(Continued)

INTEREST BEARING BANK DEPOSITS (0.7% of Total Portfolio)

Face Amount	Public Depository	Date of Maturity	Yield Percentage	Historical Cost
<u>39,820</u>	U.S. Bank	7/01/04	1.2500	<u>39,820</u>
<u>39,820</u>	Total Interest Bearing Bank Deposits			<u>39,820</u>

(Continued)

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June 30, 2004
(in Thousands)

SECURITIES LENDING INVESTMENTS

(5.2% of Total Portfolio)

Principal	Dealer	Date of Maturity	Yield Percentage	Description of Collateral	Amortized Cost
Repurchase Agreements					
109,575	Bear Stearns & Company Inc.	7/01/04	1.5000	U.S. Agency Securities	109,575
<u>189,224</u>	Morgan Stanley & Company Inc.	7/01/04	1.5000	U.S. Agency Securities	<u>189,224</u>
<u>298,799</u>	Total Security Lending Investments				<u>298,799</u>

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SECURITIES PURCHASED BUT NOT SETTLED

(7.9% of Total Portfolio)

Principal	Issuer	Date of Maturity	Yield Percentage	Amortized Cost
U. S. Agency Discount Notes				
50,000	Federal Home Loan Mortgage Corp.	7/20/04	1.2717	49,967
50,000	Federal Home Loan Mortgage Corp.	7/27/04	1.2720	49,955
50,000	Federal National Mortgage Assoc.	7/28/04	1.2822	49,954
50,000	Federal National Mortgage Assoc.	7/28/04	1.2822	49,953
100,000	Federal National Mortgage Assoc.	8/10/04	1.3031	99,861
50,000	Federal National Mortgage Assoc.	8/10/04	1.3032	49,929
<u>100,000</u>	Federal National Mortgage Assoc.	8/10/04	1.3032	<u>99,858</u>
<u>450,000</u>	Total Securities Purchased But Not Settled			<u>449,477</u>

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<u>\$ 5,693,884</u>	Total Investments & Certificates of Deposit	<u>\$ 5,691,466</u>
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